

CITY OF BISMARCK DEFERRED SICK LEAVE FUND
INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2006

	June-06					March-06				December-05				September-05				Current	Prior Year	3 Years	5 Years
	Allocation		Quarter	Month	Net ROR	Allocation		Quarter	Allocation		Quarter	Allocation		Quarter	Net	Net	6/30/2006	5 Years 6/30/2006			
	Market Value	Actual	Policy	Net ROR		Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value					Actual	Policy	Net ROR
LARGE CAP DOMESTIC EQUITY																					
Structured Growth																					
Los Angeles Capital	15,901	2.1%	2.3%	-2.57%	0.29%	16,864	2.3%	2.3%	4.95%	16,922	2.3%	2.3%	3.06%	16,753	2.3%	2.3%	5.45%	11.12%	7.56%	N/A	N/A
Total Structured Growth	15,901	2.1%	2.3%	-2.57%	0.29%	16,864	2.3%	2.3%	4.95%	16,922	2.3%	2.3%	3.06%	16,753	2.3%	2.3%	5.45%	11.12%	7.56%	12.01%	-0.32%
Russell 1000 Growth				-3.90%	-0.39%				3.09%				2.98%				4.01%	6.12%	1.68%	8.35%	-0.76%
Structured Value																					
LSV	16,967	2.3%	2.3%	1.25%	1.12%	17,461	2.3%	2.3%	6.54%	16,392	2.2%	2.3%	1.52%	16,868	2.3%	2.3%	5.06%	15.05%	18.35%	21.14%	12.22%
Russell 1000 Value				0.59%	0.64%				5.93%				1.27%				3.88%	12.10%	14.06%	15.70%	6.89%
Russell 1000 Enhanced Index																					
LA Capital	31,070	4.2%	4.5%	-2.36%	0.55%	31,294	4.2%	4.5%	4.96%	33,615	4.6%	4.5%	2.29%	33,459	4.6%	4.5%	6.45%	11.58%	7.93%	N/A	N/A
Russell 1000				-1.66%	0.13%				4.49%				2.12%				3.95%	9.08%	7.92%	N/A	N/A
S&P 500 Enhanced Index																					
Westridge	36,548	4.9%	4.5%	-1.40%	0.15%	36,452	4.9%	4.5%	4.26%	34,966	4.8%	4.5%	2.10%	32,396	4.5%	4.5%	3.64%	8.77%	6.58%	N/A	N/A
S&P 500				-1.44%	0.14%				4.21%				2.09%				3.60%	8.63%	6.32%	N/A	N/A
Index																					
State Street	11,303			-0.58%	1.06%	11,179			4.19%	10,730			2.07%	10,732			3.58%	9.51%	6.27%	11.47%	2.62%
Total Index	11,303	1.5%	1.5%	-0.58%	1.06%	11,179	1.5%	1.5%	4.19%	10,730	1.5%	1.5%	2.07%	10,732	1.5%	1.5%	3.58%	9.51%	6.27%	11.47%	2.62%
S&P 500				-1.44%	0.14%				4.21%				2.09%				3.60%	8.63%	6.32%	11.22%	2.49%
TOTAL LARGE CAP DOMESTIC EQUITY	111,789	15.1%	15.0%	-1.39%	0.51%	113,249	15.1%	15.0%	4.88%	112,625	15.3%	15.0%	2.20%	110,208	15.2%	15.0%	4.97%	10.95%	8.89%	13.63%	3.95%
S&P 500				-1.44%	0.14%				4.21%				2.09%				3.60%	8.63%	6.32%	11.22%	2.49%
SMALL CAP DOMESTIC EQUITY																					
Manager-of-Managers																					
SEI	35,214	4.8%	5.0%	-5.84%	-0.45%	38,837	5.2%	5.0%	13.24%	37,019	5.0%	5.0%	0.98%	36,621	5.1%	5.0%	5.49%	13.58%	9.32%	18.20%	7.84%
Russell 2000 + 200bp				-4.54%	0.81%				14.49%				1.64%				5.21%	16.86%	11.64%	21.06%	10.38%
TOTAL SMALL CAP DOMESTIC EQUITY	35,214	4.8%	5.0%	-5.84%	-0.45%	38,837	5.2%	5.0%	13.24%	37,019	5.0%	5.0%	0.98%	36,621	5.1%	5.0%	5.49%	13.58%	9.32%	18.20%	7.86%
Russell 2000				-5.02%	0.64%				13.94%				1.13%				4.69%	14.58%	9.45%	18.70%	8.50%
INTERNATIONAL EQUITY																					
Large Cap - Active																					
Capital Guardian	28,702	3.9%	4.0%	-2.84%	0.26%	30,203	4.0%	4.0%	7.20%	34,259	4.7%	4.0%	9.66%	30,583	4.2%	4.0%	12.14%	28.07%	10.32%	20.99%	6.90%
LSV	27,686	3.7%	4.0%	-1.56%	-3.14%	31,371	4.2%	4.0%	11.23%	30,422	4.1%	4.0%	4.34%	30,810	4.3%	4.0%	11.25%	27.09%	N/A	N/A	N/A
Total Large Cap - Active	56,388	7.6%	8.0%	-2.17%	-1.48%	61,574	8.2%	8.0%	9.20%	64,681	8.8%	8.0%	6.99%	61,393	8.5%	8.0%	11.70%	27.66%	13.23%	21.92%	12.63%
MSCI EAFE - 50% Hedged				-1.29%	0.67%				9.20%				5.84%				11.07%	26.72%	14.41%	22.56%	6.89%
Small Cap - Value																					
Lazard	6,948	0.9%	1.0%	-1.58%	-0.81%	8,087	1.1%	1.0%	10.94%	7,596	1.0%	1.0%	3.01%	7,364	1.0%	1.0%	9.94%	23.65%	18.18%	28.06%	N/A
Citigroup Broad Market Index < \$2BN				-3.13%	-2.20%				9.34%				8.94%				12.05%	29.28%	21.33%	32.40%	N/A
Small Cap - Growth																					
Vanguard	6,965	0.9%	1.0%	-1.88%	-2.15%	7,818	1.0%	1.0%	13.70%	7,843	1.1%	1.0%	4.92%	7,451	1.0%	1.0%	10.41%	29.24%	24.11%	32.39%	N/A
Citigroup Broad Market Index < \$2BN				-3.13%	-2.20%				9.34%				8.94%				12.05%	29.28%	21.33%	32.40%	N/A
TOTAL INTERNATIONAL EQUITY	70,301	9.5%	10.0%	-2.18%	-1.57%	77,479	10.4%	10.0%	9.83%	80,121	10.9%	10.0%	6.40%	76,208	10.5%	10.0%	11.40%	27.35%	15.34%	23.83%	8.67%
MSCI EAFE - 50% Hedged				-1.29%	0.67%				9.20%				5.84%				11.07%	26.72%	14.41%	22.56%	6.89%
DOMESTIC FIXED INCOME																					
Core Bond																					
Western Asset	168,278	22.7%	21.7%	-0.34%	0.23%	166,288	22.2%	21.7%	-0.44%	161,193	22.0%	21.7%	0.28%	159,455	22.0%	21.7%	-0.41%	-0.90%	7.14%	7.36%	8.59%
Lehman Aggregate				-0.08%	0.21%				-0.65%				0.59%				-0.67%	-0.81%	6.80%	2.05%	4.97%
Index																					
Bank of ND	151,817	20.5%	21.7%	-0.03%	0.24%	148,848	19.9%	21.7%	-0.95%	145,027	19.8%	21.7%	0.56%	147,431	20.4%	21.7%	-0.72%	-1.14%	4.59%	1.14%	4.90%
Lehman Gov/Credit (1)				-0.14%	0.23%				-1.01%				0.60%				-0.96%	-1.52%	4.80%	1.04%	4.78%
BBB Average Quality																					
Wells Capital (formerly Strong)	167,999	22.7%	21.7%	-0.63%	0.10%	165,732	22.2%	21.7%	-1.02%	160,857	21.9%	21.7%	0.58%	157,644	21.8%	21.7%	-1.05%	-2.11%	9.14%	2.63%	N/A
Lehman US Credit BAA				-0.60%	0.16%				-1.20%				0.39%				-0.97%	-2.37%	8.60%	2.63%	N/A
TOTAL DOMESTIC FIXED INCOME	488,093	65.9%	65.0%	-0.33%	0.20%	480,868	64.3%	65.0%	-0.79%	467,077	63.6%	65.0%	0.46%	464,531	64.2%	65.0%	-0.73%	-1.39%	6.14%	6.59%	7.79%
Lehman Aggregate (2)				-0.08%	0.21%				-0.65%				0.59%				-0.67%	-0.81%	7.26%	1.84%	5.28%
CASH EQUIVALENTS																					
Bank of ND	35,524	4.8%	5.0%	1.26%	0.42%	37,359	5.0%	5.0%	1.17%	37,342	5.1%	5.0%	1.07%	36,331	5.0%	5.0%	0.93%	4.50%	2.46%	2.71%	2.42%
90 Day T-Bill				1.16%	0.38%				1.03%				0.92%				0.83%	4.00%	2.15%	2.37%	2.25%
TOTAL DEFERRED SICK LEAVE FUND	740,922	100.0%	100.0%	-0.76%	0.06%	747,792	100.0%	100.0%	1.92%	734,184	100.0%	100.0%	1.34%	723,898	100.0%	100.0%	1.76%	4.30%	6.75%	6.64%	5.41%
POLICY TARGET BENCHMARK				-0.57%	0.28%				1.84%				1.40%				1.47%	4.18%	7.00%	6.03%	5.30%